

Message Text

LIMITED OFFICIAL USE

PAGE 01 STATE 202766

13

ORIGIN EUR-03

INFO OCT-01 ISO-00 /004 R

66619

DRAFTED BY EUR/NE:PFCANNEY:BAS

APPROVED BY EUR/NE:MRBUELL

----- 066000

R 312124Z OCT 74

FM SECSTATE WASHDC

TO AMEMBASSY STOCKHOLM

LIMITED OFFICIAL USE STATE 202766

FOLLOWING REPEAT SECSTATE 202766 ACTION ALL
NATO CAPITALS MADRID INFO MBFR VIENNA USNRM
SHAPE USCINCEUR USLOSACLANT CINCLANT 14
SEPTEMBER 1974. QUOTE:

LIMITED OFFICIAL USE STATE 202766

E.O. 11652: N/A

TAGS: PGOV, NATO, MBFR, US

SUBJECT: PUBLIC LAW 93-365

REFS: A. USNATO 4319; B. USNATO 4659; C. STATE 185915

D. USNATO 4711 (LIMDIS)

1. AT AN APPROPRIATE OPPORTUNITY, YOU SHOULD CALL TO HOST
GOVERNMENT'S ATTENTION THE PROVISIONS OF SECTION 302 OF
PUBLIC LAW 93-365 (DEPARTMENT OF DEFENSE APPROPRIATION
AUTHORIZATION ACT, 1975) WHICH AFFECT NATO AND US FORCES
IN EUROPE. IN DISCUSSION OF THIS LEGISLATION YOU MAY DRAW
ON REFEELS. YOU SHOULD MENTION THAT THESE PROVISIONS
HAVE BEEN CALLED TO THE ATTENTION OF PERMREPS IN NATO AND
YOU SHOULD REAFFIRM ASSURANCES GIVEN TO PERMREPS THAT THE
US WILL INFORM THE ALLIES IMMEDIATELY OF ANY SIGNIFICANT
CHANGES FROM EXISTING POSTURE OR DOCTRINE THAT MAY RESULT
FROM COMPLIANCE WITH THIS LAW.

LIMITED OFFICIAL USE

LIMITED OFFICIAL USE

PAGE 02 STATE 202766

2. SECTION 302 (THE NUNN AMENDMENTS) STATES: QUOTE

A. THE UNITED STATES MILITARY FORCES IN EUROPE CAN REDUCE HEADQUARTERS AND NONCOMBAT MILITARY PERSONNEL RELATIVE TO THE NUMBER OF COMBAT PERSONNEL LOCATED IN EUROPE. THEREFORE, EXCEPT IN THE EVENT OF IMMINENT HOSTILITIES IN EUROPE, THE NONCOMBAT COMPONENT OF THE TOTAL UNITED STATES MILITARY STRENGTH IN EUROPE AUTHORIZED AS OF JUNE 30, 1974,

SHALL BE REDUCED BY 18,000. SUCH REDUCTION SHALL BE COMPLETED NOT LATER THAN JUNE 30, 1976, AND NOT LESS THAN 6,000 OF SUCH REDUCTION SHALL BE COMPLETED ON OR BEFORE JUNE 30, 1975; HOWEVER, THE SECRETARY OF DEFENSE IS AUTHORIZED TO INCREASE THE COMBAT COMPONENT STRENGTH OF UNITED STATES FORCES (INA9R 28-29) WILL PASS ON ITS RECOMMENDATIONS FOR THE ESTABLISHMENT OF A STRATEGIC POLICY TO DEFEND COPPER PRICES TO THE CIPEC BOARD OF DIRECTORS MEETING (OCTOBER 30-31). THE BOARD OF DIRECTORS WILL ALSO CONSIDER THE QUESTION OF NEW MEMBERS. DECISIONS FROM THESE MEETINGS WOULD THEN BE REVIEWED AT A FURTHER MEETING OF CIPEC AT THE MINISTERIAL LEVEL "WITHIN THE SHORTEST POSSIBLE TIME" DUE TO THE URGENT NATURE OF THE PROBLEM OF THE FALL IN COPPER PRICES.

3. COMMENT: VELASCO'S COMMENTS REFLECT THE STANDARD PERUVIAN POSITION THAT COPPER (AND OTHER PRIMARY COM-MODITY) PRICES ARE UNJUSTLY DETERMINED BY CONSUMER COUNTRIES AND THAT, THEREFORE, COORDINATED ACTION BY PRODUCERS IS NECESSARY TO ALLOW LDC PRODUCERS TO OBTAIN STABLE AND "MORE EQUITABLE" PRICES. VELASCO WAS, HOWEVER, CAREFUL NOT TO PREDICT ANY CONCRETE ACTION ON THE PART OF CIPEC MEMBERS AT THIS TIME, BUT RATHER COUCHED HIS STATEMENTS IN TERMS OF VAGUE GENERALITIES. THE PRESIDENT'S REMARKS, IT IS SAFE TO ASSUME, MAY WELL BE INDICATIVE OF THE KIND OF RHETORIC WE CAN EXPECT FROM OTHER PERUVIAN SPOKESMEN AT THE WORLD MINING CONGRESS NEXT WEEK. BOTH VELASCO'S AND BALLON'S STATEMENTS EMPHASIZE LEVEL OF CONCERN THAT PERU FEELS DUE TO PRICE DROP, AND IT UNDOUBTEDLY IS TRUE THAT CIPEC MEMBERS ATTENDING THIS LIMITED OFFICIAL USE

LIMITED OFFICIAL USE

PAGE 03 STATE 239447

MEETING, AS STATE 235833 NOTES, WILL STUDY HOW TO AVOID FURTHER OVERSUPPLY. PUBLIC STATEMENTS TO DATE DURING THIS WEEK DO NOT PRESAGE THE EMERGENCE OF ANY CONCRETE ACTION PROGRAM AT THIS TIME, ALTHOUGH THE PERUVIANS APPEAR TO BE PUTTING THEIR BEST "THIRD WORLD" FACE ON IN PUBLIC. DEAN UNQUOTE INGERSOLL

LIMITED OFFICIAL USE

NNN

NDDROWRL D0GOASCDOWRO3R62

Message Attributes

Automatic Decaptioning: X
Capture Date: 01 JAN 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: COPPER, MEETINGS, PRICES
Control Number: n/a
Copy: SINGLE
Draft Date: 31 OCT 1974
Decaption Date: 01 JAN 1960
Decaption Note:
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Authority: golinofr
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 28 MAY 2004
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1974STATE239447
Document Source: CORE
Document Unique ID: 00
Drafter: PFCANNEY:BAS
Enclosure: n/a
Executive Order: N/A
Errors: N/A
Film Number: D740312-1084
From: STATE
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1974/newtext/t1974102/aaaaaaxx.tel
Line Count: 114
Locator: TEXT ON-LINE, ON MICROFILM
Office: ORIGIN EUR
Original Classification: LIMITED OFFICIAL USE
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 3
Previous Channel Indicators:
Previous Classification: LIMITED OFFICIAL USE
Previous Handling Restrictions: n/a
Reference: STATE 235833, LIMA 9012
Review Action: RELEASED, APPROVED
Review Authority: golinofr
Review Comment: n/a
Review Content Flags:
Review Date: 27 MAR 2002
Review Event:
Review Exemptions: n/a
Review History: RELEASED <27 MAR 2002 by elyme>; APPROVED <23 MAY 2002 by golinofr>
Review Markings:

Declassified/Released
US Department of State
EO Systematic Review
30 JUN 2005

Review Media Identifier:
Review Referrals: n/a
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
Secure: OPEN
Status: NATIVE
Subject: CIPEC MEETING OPENS IN LIMA
TAGS: EMIN, CG, CI, PE, ZA
To: LONDON
Type: TE
Markings: Declassified/Released US Department of State EO Systematic Review 30 JUN 2005